COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF THE PIPE) REPLACEMENT PROGRAM RIDER OF) CASE NO. DELTA NATURAL GAS COMPANY, INC.) 2016-00110

COMMISSION STAFF'S FIRST INFORMATION REQUEST TO DELTA NATURAL GAS COMPANY, INC.

Delta Natural Gas Company, Inc. ("Delta"), pursuant to 807 KAR 5:001, is to file with the Commission the original and ten copies of the following information, with a copy to all parties of record. The information requested herein is due within ten days of the date of this request. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Delta shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Delta fails or refuses to furnish all or part of the requested information, Delta shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, Delta shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Identify the general locations of the major main replacements that occurred in 2015, and describe how those specific projects were selected and prioritized.

2. Provide a list of the remaining items to be replaced and an estimate of the associated costs eligible to be recovered through the Pipe Replacement Program ("PRP") as originally enumerated by Delta in Case No. 2010-00116.¹ The information should include:

a. The amount of pipe remaining to be replaced through the PRP.
Pipe should be categorized by material (i.e. bare steel, coated steel, etc.); age; size; and location.

b. The number of services remaining to be replaced through the PRP.

-2-

¹ Case No. 2010-00116, Application of Delta Natural Gas Company, Inc. for an Adjustment of Rates (Ky. PSC Oct. 21, 2010). See Direct Testimony of John B. Brown at 8–12.

c. The number of years Delta expects to use the PRP mechanism to recover the cost of bare and coated steel pipes along with associated services.

d. The estimated remaining cost per year of the PRP, broken down by pipe, services, and any other eligible PRP activities.

aaron D. Greemald - for

James W. Gardner Acting Executive Director Public Service Commission P.O. Box 615 Frankfort, KY 40602

DATED MAR 3 1 2016

cc: Parties of Record

*Delta Natural Gas Company, Inc. 3617 Lexington Road Winchester, KY 40391

*Delta Natural Gas Company, Inc. Delta Natural Gas Company, Inc. 3617 Lexington Road Winchester, KY 40391